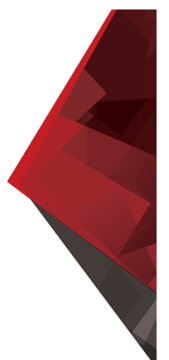


Charity registration number 506845

GURDWARA NANAK SAR
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023



GURDWARA NANAK SAR

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs Manjit Kaur (President) Mr Ranjit Singh (Vice President) Mrs Sukhjinder Kaur (Stage Sec.) Mr Jarnail Singh (General Secretary) (Appointed 11 June 2023) Mr Santokh Singh Dhillow (Assistant) (Appointed 11 June 2023) Mrs Harjit Kaur (Stage Secretary) (Appointed 11 June 2023)
Secretary	Mr Jarnail Singh (General Secretary)
Charity number	506845
Principal address	4 Wellington Street Pleck Walsall West Midlands WS2 9QR
Independent examiner	Patara is a trading style of Andersons Accountant & Tax Adv Enterprise House 352 Bearwood Rd Bearwood Birmingham B66 4ET

GURDWARA NANAK SAR

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GURDWARA NANAK SAR

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019)

Objectives and activities

The charity's objectives and aims of the charity continues to be to promote the teachings of the Sikh religion and to establish, organise and maintain for all persons whether members or not, religious and educational services and facilities.

The charity has also continued to be an integral part of the community and further increasing both awareness and cultural activities of the Sikh religion.

The policies adopted in furtherance of these objectives are the provision of a place of worship (Gurdwara) and there has been no change in these during the year.

The aim of the charity is to provide a place for the provision of public rituals and ceremonies for the benefit of the local Sikh community so they can practice their religion.

The objectives for the year is to provide a place of worship including provision of wedding ceremonies for the local Sikh community. To ensure that the Gurdwara is run in accordance with the wishes of the congregation.

The Charity raises enough money to be able to finance the running costs and loan repayments for the year.

Criteria to assess success of the Charity is the happiness of the congregation and the local Sikh community.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake for Public benefit.

The Gurdwara (Temple) carried out the following activities during the year: See Achievements and performance section.

The Gurdwara relies heavily on the use of volunteers from the community.

Achievements and performance

- The charity is fulfilling its main objective of providing a place of worship and for the provision of wedding ceremonies for the local Sikh community satisfactorily.
- The charity makes donations to local community organisations with similar objectives if and when required.
- The charity continues to hire the Community Centre for donation, which it owns and is adjacent to the Gurudwara for the purpose of providing community services and raise income to fulfil the objective of the charity.
- The community celebrates Gurburabs every year with great energy along with the New Year celebrations.
- Nagar Kirtan is done during April / May each year.

GURDWARA NANAK SAR

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Financial review

The Gurdwara (Temple) is funded by donations from the congregation as well as donations from the hire of the Community Centre. The charity is operating satisfactorily and has surplus funds.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity was established by a charitable trust deed (constitution) adopted 23rd April 1978, as amended 17th October 2009 and is an unincorporated association.

Under the basic principal of Sikhism the premises are open to all with restriction that no alcohol or drugs are allowed on the premises.

The charity is registered with the Charity Commission for England and Wales.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mrs Manjit Kaur (President)

Mr Ranjit Singh (Vice President)

Mr Lakha Singh (General Secretary) (Resigned 11 June 2023)

Mr Ranbir Singh Rai (Asst. Gen Sec.) (Resigned 11 June 2023)

Mr Pritam Singh Khangura (Treasurer) (Resigned 11 June 2023)

Mrs Sukhjinder Kaur (Stage Sec.)

Mr Jarnail Singh (General Secretary) (Appointed 11 June 2023)

Mr Santokh Singh Dhillow (Assistant) (Appointed 11 June 2023)

Mrs Harjit Kaur (Stage Secretary) (Appointed 11 June 2023)

The trustees are appointed after wider consultation in the Sikh Community.

The trustees' report was approved by the Board of Trustees.

Mr Jarnail Singh (General Secretary)

Trustee

Dated: 12 February 2024

GURDWARA NANAK SAR

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

GURDWARA NANAK SAR

TRUSTEES' DECLARATION ON UNAUDITED FINANCIAL STATEMENTS *FOR THE YEAR ENDED 31 MARCH 2023*

In relation to the financial statements which comprise the statement of financial activities, the balance sheet and the related notes:

- The trustees approve these financial statements and confirm that they are responsible for them, including selecting the appropriate accounting policies, applying them consistently and making, on a reasonable and prudent basis, the judgments underlying them. They have been prepared on the going concern basis on the grounds that the charity will continue in operation.
- The trustees confirm that they have made available to Patara is a trading style of Andersons Accountant & Tax Adv, all the charity's accounting records and provided all the information necessary for the compilation of the financial statements.
- The trustees confirm that to the best of their knowledge and belief, the accounting records reflect all transactions of the charity for the year ended 31 March 2023.

On behalf of the board

Mr Jarnail Singh (General Secretary)
Director

12 February 2024

GURDWARA NANAK SAR

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF GURDWARA NANAK SAR

We report to the trustees on our examination of the accounts of GURDWARA NANAK SAR (the charity) for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

We report in respect of our examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out our examination we have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

We have completed our examination. We confirm that no matters have come to our attention in connection with the examination giving us cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

We have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Patara is a trading style of Andersons Accountant & Tax Adv

ICAEW - Chartered Accountant

Enterprise House
352 Bearwood Rd
Bearwood
Birmingham
B66 4ET

Dated: 12 February 2024

GURDWARA NANAK SAR

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	3	267,159	231,943
		<hr/>	<hr/>
Expenditure on:			
Raising funds	4	190	180
<u>Charitable activities</u>			
Gurdwara Costs	5	146,644	110,678
		<hr/>	<hr/>
Other expenditure	9	6,439	4,634
		<hr/>	<hr/>
Total expenditure		153,273	115,492
		<hr/>	<hr/>
Net income and movement in funds		113,886	116,451
Reconciliation of funds:			
Fund balances at 1 April 2022			
As originally reported		2,137,058	2,021,500
Prior year adjustment		893	-
As restated		2,137,951	2,021,500
		<hr/>	<hr/>
Fund balances at 31 March 2023		2,252,730	2,137,951
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

GURDWARA NANAK SAR

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	11		2,045,086		2,005,954
Current assets					
Debtors	12	52,372		71,520	
Cash at bank and in hand		286,828		208,417	
		<u>339,200</u>		<u>279,937</u>	
Creditors: amounts falling due within one year	14	49,642		31,948	
Net current assets			289,558		247,989
Total assets less current liabilities			2,334,644		2,253,943
Creditors: amounts falling due after more than one year	15		(81,914)		(115,992)
Net assets			<u>2,252,730</u>		<u>2,137,951</u>
The funds of the charity					
Unrestricted funds			2,252,730		2,137,951
			<u>2,252,730</u>		<u>2,137,951</u>

The financial statements were approved by the trustees on 12 February 2024

Mrs Manjit Kaur (President)
Trustee

Mr Pritam Singh Khangura (Treasurer)
Trustee

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

GURDWARA NANAK SAR is an unincorporated charity registered with the Charity Commission for England and Wales with Charity number 506845.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Governance costs includes legal and professional costs which are not capable of being allocated to any charitable activity.

The charity has only a few relevant activity categories on which resources are expended and as such the costs between the different categories are easily allocated without the use of any method of apportionment.

Place of Worship

The charity provides a place of worship and provision of wedding ceremonies for the local Sikh community.

Donations

The charity provides small amount of donations to local community organisations with similar objectives.

Religion Promotion

The charity carries out various events to promote the basic principles of the Sikh religion.

Investment Income

The Gurdwara has a Community Centre within the vicinity of the temple to generate donations for it's hire to fund activities of the Gurdwara.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	See below
Fixtures and fittings	15% Reducing Balance
Motor vehicles	25% Reducing Balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

No Depreciation.

No depreciation is provided in respect of freehold land and buildings. The charity has a policy of regular maintenance and repair, so that the asset maintains its performance standards. The assets are not expected to suffer from economic or technological obsolescence and the estimated residual values are material. An impairment review is carried out annually on the tangible fixed assets other than non-depreciable land), at the end of each accounting period, where: - no depreciation is charged as it is deemed immaterial because of the length of the remaining useful economic life or where the estimated residual value is not markedly different from the carrying amount; or - the tangible fixed assets estimated useful economic life exceeds 50 years.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and gift

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
Donations and gifts	223,866	192,453
Grants receivable for core activities	43,293	39,490
	<u>267,159</u>	<u>231,943</u>
Donations and gifts		
Donations and gifts	221,016	189,853
Donations and gifts in Kind	2,850	2,600
	<u>223,866</u>	<u>192,453</u>

The Charity receives gifts in kind mainly in the form of food as part of the congregational offerings. These gifts in kind are used as part of the free langar (food) and as part of the items required in the day to day running of the Gurdwara (Temple). The amount involved is not material in relation to the total incoming resources. The gifts in kind of food offering has been estimated in the accounts.

The charity has not received any legacies during the year.

Grants receivable for core activities

Gift Aid	43,293	39,490
	<u>43,293</u>	<u>39,490</u>

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

4 Expenditure on raising funds

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Fundraising and publicity		
Fundraising agents	190	180

5 Expenditure on charitable activities

	Gurdwara Costs 2023 £	Gurdwara Costs 2022 £
Direct costs		
Depreciation and impairment	9,605	5,429
Rates	8,498	6,406
Heat and Light	31,864	32,073
Property insurance	6,389	5,238
Food Supplies	27,220	15,689
Wages and NIC	30,007	24,000
Repairs and Maintenance	22,114	13,149
Telephone	1,017	1,010
Motor and transport expenses	1,371	1,034
Cleaning and sundry expenses	7,829	6,604
Stationery	730	46
	<u>146,644</u>	<u>110,678</u>
Analysis by fund		
Unrestricted funds	<u>146,644</u>	<u>110,678</u>

6 Description of charitable activities

Gurdwara Costs

Provision of place of worship and wedding ceremonies for the local Sikh community.

Donations

The charity provides small amount of donations to local community organisations with similar objectives.

The charity promotes the basic principles of Sikh religion.

The Gurdwara has Community Centre within the vicinity of the temple to generate additional income to fund activities of the Gurdwara.

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Preachers	3	3

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

9 Other expenditure

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Accountancy Fees	900	900
Independent Examiners Fee	750	450
Financing costs	4,789	3,284
	<u>6,439</u>	<u>4,634</u>

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

11 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 April 2022	1,974,781	165,602	27,608	2,167,991
Additions	-	47,844	-	47,844
At 31 March 2023	1,974,781	213,446	27,608	2,215,835
Depreciation and impairment				
At 1 April 2022	-	133,536	27,608	161,144
Depreciation charged in the year	-	9,605	-	9,605
At 31 March 2023	-	143,141	27,608	170,749
Carrying amount				
At 31 March 2023	1,974,781	70,305	-	2,045,086
At 31 March 2022	1,974,781	31,173	-	2,005,954

12 Debtors

	2023	2022
	£	£
Amounts falling due within one year:		
Other debtors	1,118	2,029
Prepayments and accrued income	51,254	69,491
	52,372	71,520

13 Loans and overdrafts

	2023	2022
	£	£
Bank loans	115,856	132,539
Payable within one year	33,942	16,547
Payable after one year	81,914	115,992

The long-term loans are secured by fixed charges over the Gurdwara premises.

GURDWARA NANAK SAR

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

14 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	13	33,942	16,547
Trade creditors		1,350	1,350
Other creditors		12,700	12,700
Accruals and deferred income		1,650	1,351
		<u>49,642</u>	<u>31,948</u>

15 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	13	<u>81,914</u>	<u>115,992</u>

16 Retirement benefit schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2022 £	Incoming resources £	Resources expended £	At 31 March 2023 £
General funds	<u>2,137,951</u>	<u>267,159</u>	<u>(153,273)</u>	<u>2,251,837</u>
Previous year:	At 1 April 2021 £	Incoming resources £	Resources expended £	At 31 March 2022 £
General funds	<u>2,021,500</u>	<u>231,943</u>	<u>(115,492)</u>	<u>2,137,951</u>

18 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).